

# FISCAL NOTE

**Bill #:** HB0546

**Title:** Criminal background check for health facility employees

**Primary Sponsor:** Steven Gallus

**Status:** As introduced

Sponsor Signature	Date	Dave Lewis, Budget Director	Date
-------------------	------	-----------------------------	------

## Fiscal Summary

	<b><u>FY2000 Difference</u></b>	<b><u>FY2001 Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$89,100	\$172,900
Federal Special Revenue	26,800	53,600
<b>Revenue:</b>		
General Fund	\$74,400	\$148,800
Federal Special Revenue	26,800	53,600
<b>Net Impact on General Fund Balance:</b>	<b>(\$14,700)</b>	<b>(\$24,100)</b>

<b><u>Yes</u></b>	<b><u>No</u></b>	<b><u>Yes</u></b>	<b><u>No</u></b>	
X		X		Technical Concerns
	X		X	Significant Long-Term Impacts

## Fiscal Analysis

### ASSUMPTIONS:

#### **Department of Public Health and Human Services (DPHHS):**

1. Approximately 6,200 people are hired as nursing home employees each year. Assuming the criminal history record check (CHRC) is only required when the applicant is offered the position, there would be 6,200 CHRCs performed each year.
2. The DPHHS will annually pay to the Department of Justice (DOJ) \$124,000 (6,200 x \$20) from the general fund for their \$20 portion of the CHRC.
3. The \$20 paid by nursing home providers will be an allowable cost for Medicaid reimbursement purposes. Medicaid pays for approximately 60% of the nursing home costs, and the general fund shares 28% of that cost.
4. The Medicaid impact of the nursing home payment portion is  $6,200 \times \$20 = \$124,000 \times 60\% = \$74,400$ . Of which \$20,800 ( $\$74,400 \times 28\%$ ) will be paid by the general fund and the remaining \$53,600 will be paid by Medicaid.

(continued)

5. With a January 1, 2000 effective date, all FY 2000 amounts are one-half of the full FY 2001 numbers for both DPHHS and DOJ.

**Department of Justice (DOJ):**

6. To handle the additional workload of processing 6,200 fingerprint cards for a CHRC, 1.00 FTE, grade 10, would be needed at an annual cost of \$23,700. Annual operating costs would be \$4,400, with one-time costs for a computer and office furniture of \$2,700 in FY2001.
7. The DOJ will receive revenue of \$310,000 (6,200 x \$50). The general fund portion is \$148,800 (6,200 x \$24), with the remaining \$161,200 offsetting processing costs to the FBI and WIN-AFIS. To clarify the presentation, only the general fund portion is shown.

**FISCAL IMPACT:**

**DPHHS:**

	<u>FY2000 Difference</u>	<u>FY2001 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$72,400	\$144,800
Benefits	<u>26,800</u>	<u>53,600</u>
TOTAL	\$99,200	\$198,400

Funding:

General Fund (01)	\$72,400	\$144,800
Federal Special Revenue (03)	<u>26,800</u>	<u>53,600</u>
TOTAL	\$99,200	\$198,400

Revenue:

Federal Special Revenue (03)	\$26,800	\$53,600
------------------------------	----------	----------

Net Impact to Fund Balance (Revenue minus Expenditure):

General Fund (01)	(\$72,400)	(\$144,800)
Federal Special Revenue (03)	0	0

**DOJ:**

FTE	0.50	1.00
-----	------	------

Expenditures:

Personal Services	\$11,800	\$23,700
Operating expense	<u>4,900</u>	<u>4,400</u>
TOTAL	\$16,700	\$28,100

Funding:

General Fund	\$16,700	\$28,100
--------------	----------	----------

Revenue:

General Fund (01)	\$74,400	\$148,800
-------------------	----------	-----------

Net Impact to Fund Balance (Revenue minus Expenditure):

General Fund (01)	\$57,700	\$120,700
-------------------	----------	-----------

**TECHNICAL NOTES:**

Funding is contingent on passage of HB545 and HB544 which enable this fee to be voted on by the electorate.